OCA 87-1552 29 May 1987

MEMORANDUM FOR: The Director

The Deputy Director

FROM:

David D. Gries

Director of Congressional Affairs

SUBJECT:

Your Meeting on 3 June with Representatives

Stokes and Hyde

Your regular monthly meeting with Representatives Louis Stokes (D., OH) and Henry Hyde (R., IL), the Chairman and Ranking Minority Member of the House Intelligence Committee respectively, is scheduled for 3 June at 0800 in H-405, The Capitol. Talking points and background information are attached. Also attending are the Deputy Director, Committee Staff Director Tom Latimer, Minority Staff Director Tom Smeeton and myself.

A summary of the last meeting with Mr. Stokes and Mr. Hyde is attached at tab A.

Suggested talking points follow:

--Your wish to continue meeting with Mr. Stokes and Mr. Hyde to discuss matters of concern. This is the fourth meeting in the current series. Our objective is to increase rapport and to establish a forum for discussing sensitive matters. Mr. Stokes approves of holding regular meetings, but will not discuss sensitive issues if he is not permitted to brief other Committee Members. Nor does he agree that the meetings can be used to provide exclusive notification to the Chairman and Ranking Minority Member. This may explain why he insists that the Committee's senior staff atttend.

--Their assessment of relations between the Intelligence Community and the House Intelligence Committee.

Mr. Stokes has occasionally raised the issue of credibility. He believes some CIA witnesses have mislead the Committee, and in the past he has questioned the completeness and timeliness of the some of our responses. Acting Director Gates has addressed these concerns directly and forcefully, dispelling many of Mr. Stokes' concerns.

EXEC REG Director has given you a generally positive view of oversight. The Congress increased the FBI's counterintelligence budget. Oversight was constructive, though spread among too many committees. You required FBI officers to testify fully, correcting the record as needed, but you also protected sources and methods from unnecessary disclosure. You expect to spend time on the oversight relationship and to make it produce results for both parties. (I am making assumptions about your views, and the assumptions may be wrong. However, I suggest you draw on your FPI experience.)

--How CIA, is fairing in the Iran/Contra hearings. There have been daily references to CIA activities in the hearings, but no new revelations. Both Mr. Stokes and Mr. Hyde have asked numerous questions about CIA.

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--Public appearances of Agency officers. You understand that Joe Fernandez' appearance at closed sessions of the Iran/Contra Committee was acceptable to the Committee. You are also aware that the Agency acted prompted to declassify his testimony. You appreciate the Committee's understanding of the Agency's objection to requiring Directorate of Operations employees to give public testimony. My earlier memorandum to you on Fernandez is attached at tab B.

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Subjects Mr. Stokes or Mr. Hyde have raised in the past include:

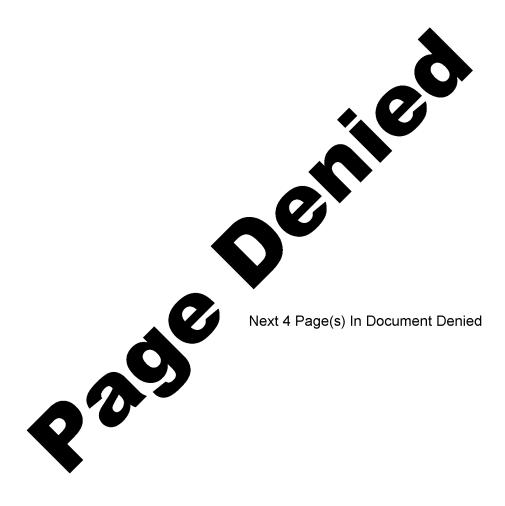
--H.R. 1013, the Stokes/Boland Bill. The key feature of this pending bill requires the President to report all Findings in writing to the Congress within 48 hours of signature. The next hearing is set for 5 June. Witnesses include Under Secretary of State Armacost and Jim Taylor, our Executive Director. The Administration is opposed to H.R. 1013. You made statements at your confirmation hearings that relate to the subject matter of the bill. Excerpts are attached at tab D.

--Minority hiring practices. Last year the Agency cancelled arrangements with the Federal Protective Service of the General Services Administration for protective services and set up its own protective services organization. The new organization is called the Special Protective Service; officers who work there are Special Protective Officers. Mr. Stokes may question whether the Agency gave preference to Federal Protective Officers, particularly minority officers, who wished to become Special Protective Officers. We have provided a written response to Mr. Stokes' 8 May 1987 letter, and a followup meeting on this subject is scheduled. The exchange of letters appears at tab E.

--Joint Intelligence Committee. Mr. Hyde may raise H.J. Res. 48, his bill for a Joint Intelligence Committee. Mr. Hyde's legislation would merge the House and Senate Intelligence Committees into a committee with full authorizing powers. Our view is that only the Congress can decide how its oversight function should be managed.

David D. Gries

Attachments As stated



UNITED STATES

TRANSCRIPT OF PROCEEDINGS BEFORE THE

SELECT COMMITTEE ON INTELLIGENCE

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FULL COMMITTEE

NOMINATION OF WILLIAM H. WEBSTER
TO BE DIRECTOR OF CENTRAL INTELLIGENCE

Wednesday, April 8, 1987



WASHINGTON, D.C. 20510

become the target of criminal investigation?

JUDGE WEBSTER: No, I have to tell you in all candor it was not on my mind. In fact, I don't even recall seeing it until it was called to my attention recently in connection with preparing the answers to these questions. It came up with the kinds of informational notes that come up literally by the dozens, call for no action on my part, had been reviewed by all of my career subordinates in the criminal line. I really did not have that in mind.

THE CHAIRMAN: So there was nothing in your mind at that time that caused you to have any feeling that this might turn into a criminal investigation.

JUDGE WEBSTER: No, Mr. Chairman. It was entirely focused on Iran and the Iranian situation, the Iranian initiative. I frankly have entertained some ill ease about the role of the National Security Council in those areas, but I had no question about whether anything illegal was taking place.

THE CHAIRMAN: Let me go now directly to the point of oversight responsibility, and of course as you know, prior notification is to be given to this Committee, or at least in extraordinary circumstances to the leadership of this Committee in regard to covert actions, significant intelligence gathering activities,

or any illegal intelligence gathering activities that are brought to the attention of government officials. These are also to be reported.

Can you think of any circumstances in which the President should withhold prior notice all together, even of the Chairman and Vice Chairman of this Committee and the four leaders of the two Houses?

JUDGE WEBSTER: Mr. Chairman, it is difficult for me to conjure up situations in which I, based on my own experience with this Committee, would want to see information withheld. This is not to say that the President might take a different view of an extraordinarily sensitive, potentially life-threatening initiative that could be damaged and lives put at risk if there were some kind of premature exposure. I have difficulty thinking of any such situations. But the President has a more overriding responsibility.

THE CHAIRMAN: If for some reason some dire emergency developed where notice were withheld from this Committee, the President, of course, then is required to provide notice after the fact in a timely fashion. How would you interpret that phrase, "in a timely fashion"?

JUDGE WEBSTER: Well, of course, I went to the dictionary, having a name of that kind -- Webster's Dictionary --

(General laughter.)

nor really in the legislative history. It speaks about an appropriate time or in reference to something. In law, if there is a specific number of days you have to do something, then you would decide whether you did it in a timely way, that is, within the time prescribed. If there is no time, and it appears that this issue was wrestled out during the legislation, then we have to fall back on words like appropriate.

And in trying to articulate to you my view of this, which I knew that you would ask, it seems to me that notice is timely at the moment when the compelling circumstances which the President felt called for deferral ceased to be as compelling as the legitimate interests of the Congress and its Select Committee in knowing it. In other words, a deferral is not something you just put off indefinitely. A deferral goes against the tide and it should be continually revisited. It should be a subject of constant agenda review to determine whether it is appropriate at that point to let the Committee know.

THE CHAIRMAN: If you had been Director of Central Intelligence during the period of time in which we have just passed with the Iranian arms situation and

notification had been withheld for many months as it was, would you have advised the President that you felt it was inappropriate to withhold notification of this Committee for that period of time?

JUDGE WEBSTER: I would.

THE CHAIRMAN: If you were the Director of the Central Intelligence Agency and a President took action to withhold notice for prolonged periods of time over your repeated objections and your strong feeling that it was wrong in terms of the spirit of the law and wrong in terms of public policy to continue to withhold notification, what course of action would you take?

Director of Central Intelligence clearly has an obligation directly with the Senate through this Committee, and that is an obligation of trust which would be breached by my continued acquiescence in something that I believed to be arbitrary, and for all the reasons that you have just stated, inappropriate.

And I think that I would have to advise the President of my position on that, and if he would not authorize me to speak to you, I would have to leave. It is that simple.

THE CHAIRMAN: Let me ask one last question related to this matter. As you know, the law talks about intelligence gathering activities, and intelligence

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public hearing tomorrow afternoon with a closed session at that time if there are any classified matters.

SENATOR HECHT: I will have some of those questions for you in a classified context. Thank you very much, Judge Webster.

THE CHAIRMAN: Let me ask, Judge Webster, what you would do if you were faced with a situation -- a hypothetical situation in which your own values were violated either in terms of the covert action that was undertaken or in terms of failure to notify Congress.

Looking back at the concrete situation, our most recent experience, a very damaging situation that developed with the Iranian arms transfer and the failure to notify Congress for a period of some ten or eleven months.

If you had been the Director of the Central Intelligence Agency at the time that the Finding was issued by the President for January, bearing in mind consent to notify Congress was not given for several months, what would you have done?

JUDGE WEBSTER: I would have to ask the Chairman to understand that I am not possessed of all of the facts.

I only know --

THE CHAIRMAN: Just knowing what you have read in the newspaper.

JUDGE WEBSTER: And in the Tower Commission Report.

THE CHAIRMAN: What would you have done?

JUDGE WEBSTER: I would have insisted on revisiting the decision not to tell the Congress on a regular and frequent basis. And at the first opportunity when I felt that those reasons that were important to the President at the time that he made the original order were no longer as important as the need to preserve the trust and confidence I would be coming down as hard as I knew how to get the President to change his mind.

THE CHAIRMAN: Well in this specific situation, of course, the President did not give authority for notification. In fact, we were finally notified through a newspaper in Beirut.

What would you have done?

Would you have remained as Director of Central
Intelligence Agency given this concrete situation? We
know exactly what occurred, we know from the Tower
Commission, from this Committee's report and from press
accounts. If you had been the Director of Central
Intelligence Agency, would you have continued to serve
in the Administration given the fact that approval to
notify Congress of this operation was not given?

JUDGE WEBSTER: I think, first, and I don't want to evade your question because I'm trying to really be sure

would do. I would have been arguing very strongly that the use of Iranian nationals to assist in the release of American hostages in Beirut in exchange for arms was an ill-advised policy contrary to our stated public policy and one which it was very important that Congress understood and supported and if it did not understand and support it, there was very little chance that it would ever be so viewed by the American people as, as the President said, making sense when it got on the front pages of the newspaper.

It's a little difficult because there was an important ongoing initiative which many people think had some promise. Although others don't. And that is to try to find a way to restore relationships with a strategically important country when its hostile leader should leave the scene which seems to be not in the too far distant future.

That is a very sensitive type of thing. Any kind of backchannel negotiation is very, very sensitive.

SENATOR COHEN: We understand Khomeini's grandmother is still alive. I don't know what you've based that on?

JUDGE WEBSTER: Well, I haven't been in that situation. I explained earlier this morning, I've never

seen a Finding until I saw the ones in this case. So I'm not sure exactly how much of that was explored.

THE CHAIRMAN: But again, surely having just sat back, not even as Director of the Federal Bureau of Investigation, but just an American citizen and now you're reading the newspaper accounts. You would have some feeling about now what would I have done if I'd been sitting there as the Director of the Central Intelligence Agency and I had argued against this policy and I'd argued in favor of notifying Congress and I'd been overruled month after month after month. Now surely most of us can sit back and many of us perhaps are arm chair quarterbacked too often. Most of us can sit back and say if I were there I would have done such and such.

Now, if you had been there, what would you have done?

Would you have remained a part of the

Administration -- you talked this morning hypothetically

about well if I were confronted with the situation where

I felt it violated my standards or was just going too

far, I would have to leave. Or I would have to get out.

Or, I've forgotten the exact words, but you in essence

meant I would have to resign.

This isn't a hypothetical. It happened. If

William H. Webster, if we confirm you to this post. If you had been sitting there as the Director of the Central Intelligence Agency, during that period of time, what would you have done?

JUDGE WEBSTER: I must tell you in all candor, I would be asking -- one of the questions I'd be asking is could this particular Committee keep that information within the Committee? I don't -- I'm saying that because I think it is a legitimate -- it influences your decision in trying to balance the importance of it.

I think that I -- I'd like to think that I would have prevailed on the President long ago --

THE CHAIRMAN: The Director did not -- the President did not notify Congress. It's not hypothetical -- given the operation that was ongoing, given the fact that we were trading arms to terrorists, and you said that disturbed you greatly. It was at variance with our public policy. Would you have remained a part of the Administration? I believe as strongly as you do about the responsibility of this Committee and others to keep secrets as you know. We have battened down the hatches. I don't think from the current Membership of this Committee, those currently a Member of this Committee since January of this year, I don't think we have had any information inappropriately

released. We don't even let it out of our space.

Documents or notes.

What would you have done?

JUDGE WEBSTER: If I can take that one as a given, in that context, I would have insisted that there be notification or I would have not been able to stay.

Now, at the exact point at which I would do, I'm not -- today, I don't think I can pin that down, because I don't know enough. But I'm confident during -- that period was too long. And you should have been notified.

THE CHAIRMAN: At some time in that period after you had attempted to change the notification policy or the policy itself, you would have left. Is that correct?

JUDGE WEBSTER: That's correct.

THE CHAIRMAN: Let me go back again to this logical question that Senator Cohen raised. He said, and I must confess the more I think about it the more difficulty I have in understanding it. We have an investigation of the Hasenfus matter. We have an investigation of Southern Air Transport in terms of their operations in Central America.

You have said that until November the 25th, that you were like the rest of us in this country, you didn't realize there was any connection, diversion of funds

investigation at the end of the ten day period?

JUDGE WEBSTER: I called back to Mr. Trott and said, "The ten days are up. Can we begin?" And he said, "I don't know. I'll get back to you." He got back to us on the 20th.

THE CHAIRMAN: And said it was all right to resume the negotiations?

JUDGE WEBSTER: That's right. No restrictions.

THE CHAIRMAN: I want to go into the matter of the Varelli situation, but I think our time is such that I better not commence that.

Now, let me go on to Senator Cohen at this time.

SENATOR COHEN: Well, I think I should take umbrage at one of the Chairman's last remarks. He said that I asked a question, the logic of which could not escape him. Part of that was that I asked questions of which the logic does escape him --

THE CHAIRMAN: Let me correct the record. On this instance, I understood the logic of the question but not the logical connection between the two points being raised.

SENATOR COHEN: We are trying to define exactly what you see as the parameters for the timely notification to the Congress. I think you made a statement in response to Senator Boren that if the

reasons that the President originally offered for not notifying Congress were no longer as important as they were at the time, then you would give consideration at that point to insisting that notice be given.

I have a difficulty with that because it is still very broad. For example, there are two reasons that were offered for not notifying Congress: number one, this was a new strategic opening to Iran. That strategic opening might take two years. In which case Congress would never be notified during that two year timeframe.

Secondly, there was what involved the primary motivation, and that was the return of the hostages. Every time a hostage was about to be returned, that would be justification enough not to notify Congress. So you have a program, theoretically, that could be carried on even under your interpretation of timely notice for as long as two years — or eighteen months as it was in this case. And you really suggest to this Committee that that is your understanding of what timely notice would constitute in the meaning of the law?

JUDGE WEBSTER: No, I think that this is one reason why that this particular hypothetical, even though we may know more about it than we do in other hypotheticals, is not as simple as it sounds because

perhaps more justification could be made for a diplomatic initiative over a sustained period of time than for a hostage situation involving the exchange of arms. And I don't really know that I know the answer to that, but what I tried to say in terms of defining my sense of timeliness -- because the statute doesn't do it and I don't think can do it really -- is not just when the reason was not as strong as it was in the beginning, but when the corresponding need to keep the Congress informed -- to have the support of the Congress through the Intelligence Committees was more compelling than the remaining reasons for keeping it secret.

SENATOR COHEN: Do you recall seeing Mr. Gates testify before this Committee several weeks ago? Did you have a chance to either watch or read about his interpretation of timeliness?

JUDGE WEBSTER: I've only seen portions of Mr. Gates' testimony, and I have read portions of it.

SENATOR COHEN: With respect to timeliness, I think he indicated that forty-eight hours was about as timely as one could get within the meaning of that interpretation. That beyond that time, he would start to be very concerned, and would feel compelled to notify Congress.

JUDGE WEBSIER: I haven't any problem with that. I

think he said several days would be his view of the outside.

SENATOR COHEN: So you would confine timely notice, then, to within several days, as opposed to several months or in some cases several years?

JUDGE WEBSTER: Well, I would try to relate it to the particular situation. And as I said in my testimony, I have trouble imagining any situation that is so sensitive and life threatening that the Congress cannot be advised of it.

But one thing, not only do I believe the act makes it clear that you're entitled to be informed, but also, I think, that any project that cannot survive Congressional notification is suspect from the beginning.

SENATOR COHEN: You also indicated that one other test that you would apply would be that you would have to know wheter Congress could keep that secret. That is not a condition in the statute.

your bringing that to my attention. But there are no conditions in the statute. It says that the President should give his reasons why and that he should notify in a timely way. And I was trying to leave room for things that I have said I cannot even imagine that would --

where something was so tight that they couldn't come. I can't -- I really -- I'm a lot in the situation I was when I stood before the Committee -- Judiciary Committee to be Director of the FBI. I'm trying to leave myself room for the unknown. But I'm telling you that I don't know any situations where you shouldn't be promptly advised.

SENATOR COHEN: I share your concern about not wanting to disclose information that might possibly be leaked and jeopardize lives, and Senator Boren and the rest of us who sit on this Committee are certainly dedicated to that.

But that qualification is not part of the law, and it's one of the things that ended in this entire Iran affair where you have Ollie North, for example, saying let's not tell Secretary Shultz. If you tell the Secretary of State, that's the end of the program. And let's not tell all of the other people, and soon you have a private foreign policy being carried out without anyone's notice or knowledge beyond a select group within the White House. And that's a very dangerous situation to —

JUDGE WEBSTER: I agree with that. And it's one of the reasons of leaking at the Executive branch and leaking elsewhere. It's such a concern to people. If

UNITED STATES

TRANSCRIPT OF PROCEEDINGS

BEFORE THE

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SELECT COMMITTEE ON INTELLIGENCE

FULL COMMITTEE

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NOMINATION OF WILLIAM H. WEBSTER
TO BE DIRECTOR OF CENTRAL INTELLIGENCE

Thursday, April 9, 1987



WASHINGTON, D.C. 20510

level administrative action and personally participate in high level administrative action. If I can say to you as a generalization, without trying to spell out all of the procedures that we have in place, in my nine years of office, there has not been one single successfully maintained claim of a violation of a constitutional right by agents of the Federal Bureau of Investigation.

THE CHAIRMAN: Senator Cohen and then Senator Specter will follow Senator Cohen.

SENATOR COHEN: Judge Webster, I was not quite clear on the notice that you would feel compelled to give to this Committee in the event a covert operation. I would like to read Bob Gates' testimony before the Committee when he came for us for confirmation. He said "I have committed to the Committee that I will recommend to the President against withholding prior notification under any circumstances except the most extreme involving life and death and then only for a few days, several days, my exact statment." Is that your commitment as well?

JUDGE WEBSTER: I'd like to make it my commitment.

I'm not quite in the same position as Mr. Gates. He has a far more intimate knowledge of what goes on over there, and I hope he's right. I certainly would want to. I would expect to.

SENATOR COHEN: I think if you don't, you're going to

have Congress legislating 48 hours.

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JUDGE WEBSTER: I know that absolutely. And I don't want you to have to do that.

SENATOR COHEN: Do you want to think some more about whether you are going to be in a position at some point to make the same kind of commitment that Mr. Gates made?

JUDGE WEBSTER: I can make it to you now. I just...I want from the very beginning of these confirmation proceedings until the end of the length of time I serve if I'm confirmed, to have you feel that I have maintained every pledge that I have made to you.

SENATOR COHEN: What is your pledge now on the notice to the Committee on covert actions?

JUDGE WEBSTER: My pledge is to notify you in the timeliest way possible and that I cannot conceive of ...and I said that yesterday... that I can't think of any that would not involve the promptest notification. whether we talk about several days, or forty-eight hours, or talk about as soon as possible. I would like to see you notified in less than forty-eight hours if it's possible to do so in a rational, reasonable way.

SENATOR COHEN: And what if you had doubts about the ability of this Committee to keep a secret?

JUDGE WEBSTER: Well I have no doubts at the present time. If I had reason to doubt, I think I would have to

Finding at the time, it would not have been a legal action?

In other words, retroactivity would not give legality to the action?

JUDGE WEBSTER: That would be my view of it.

THE CHAIRMAN: And therefore you would report that illegality to this Committee?

JUDGE WEBSTER: I would report it.

THE CHAIRMAN: Let me ask also in terms of oral Findings because there is great concern of people saying that they are acting with the authority of the President without his knowledge. Would you pledge to us to act only upon either a written Finding, clearly signed by the President of the United States, or upon an oral direction from the President himself in case of extreme emergency so that you would know that that order came from the President and from no other person presuming to act under his authority?

JUDGE WEBSTER: I would.

THE CHAIRMAN: Let me go back again to the question, and I want you to think very carefully about this because it's very important to the Committee.

The law does provide for timely notice of covert action for which prior notice is withheld by the President. The President withholds prior notice; the law

says then timely notice shall be given after the fact.

Now I want to repeat again and I want you to really think about this because I can assure you it's extremely important to the Members of this Committee.

The Vice Chairman has already read the words of Mr. Gates, who has requested to give his position on this matter several times in the course of the hearings and he indicated that he would recommend -- we're not saying what would be done, you've already indicated that if the President did not follow your recommendations after a reasonable period of time, that you would consider leaving your post.

This has to do with what you would -- not the President's action, but what you would recommend. Would you recommend to the President against withholding notification under any circumstances except the most extreme circumstances involving life and death and then only for a few days? Would that be your recommendation? Would you tell this Committee that that would be your recommendation based upon your understanding of the importance of the oversight process?

Would you pledge to this Committee to make that your recommendation to the President?

JUDGE WEBSTER: Yes, it would.

THE CHAIRMAN: Well, I appreciate that very much and

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I think it's extremely important that that be understood because we're going to build a consensus for foreign policy, make decisions together, decisions that can stick and won't be reversed every other week. I think it's essential that it is that kind of commitment and that kind of understanding that both branches of government need to go forward together.

Let me ask, and again, I don't want to come back to painful subjects and I don't want to close on this note.

No, I'm not going to come back to the Alfalfa matter, I assure you.

(LAUGHTER)

JUDGE WEBSTER: We can pick that up later with the Vice Chairman in private.

The question of the memorandum. A letter was dispatched from the Vice Chairman and myself to Mr. Walsh on March the 9th indicating to him that we would be considering your nomination and asking that any facts that might be relevant to your particular role including copies of any documents under his control which might relate to any possible knowledge that you might have of the Iranian arms sales or the Contra diversion be provided to us.

And, as you know, the memorandum about which you were questioned yesterday was provided to us by the Office of Special Counsel.



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22 MAY 1987 OCA 87-2216

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The Honorable Louis Stokes, Chairman Permanent Select Committee on Intelligence House of Representatives Washington, D.C. 20515

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Dear Mr. Chairman:

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This is in response to your letter of 8 May 1987 concerning General Services Administration (GSA) Pederal Protective Officers (FPOs) and the CIA's Security Protective Service (SPS). Let me begin by answering briefly the specific questions contained in your letter:

- As of 10 May 1984, FPOs, of whom were minorities, were assigned to the Agency.
- To date, PPOs, of whom are minorities, have applied for SPS positions.

0	As of	8 May 1987,	the Agency h	as hired	B DO -
		or whom are	minorities.	Other	FPOs,
	of wh	om are minor	ities, are in	Process for	Amployment

In addition, you might be interested in our experiences with this program to date:

At the start of the SPS recruitment program, we notified all FPOs assigned to CIA facilities that we were recruiting for the SPS. They were afforded special briefings on the program in the CIA auditorium. We provided incentives in the form of a waiver of Federal Law Enforcement Training Center (FLETC) training if the individual had Federal Protective Service (FPS) refresher training within the past five years. We also waived for FPOs the minimum Agency qualifying score on our standard clerical/technical employee aptitude test (SET).

of the former FPOs now in the SPS ranks were hired during this initial period, prior to

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October 1985. All received starting pay comparable to that which they had been receiving in the FPS.

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- Very early in the SPS program we learned that GSA, which was operating at about 65 percent of its FPC strength, would not be able to replace FPOs in CIA buildings who left their service to join the SPS. Due to the fact that the Special Protective Officers (SPOs) could be assigned only to certain facilities at that time, we were left with an unfillable vacancy each time an FPO departed from a facility which could not be covered by the SPS. By agreement with GSA, Agency managers refrained from active recruiting of FPOs at that time. We did not decline to accept applications from FPOs, but the only preferential treatment afforded FPOs between October 1985 and November 1986 was the waiver of FLETC training and SET scores.
- Prior to October 1985, SPO starting salaries were determined by what was asked for by the applicant and the applicant's credentials. We learned that other services, such as the Secret Service Uniformed Division and the Capitol Hill Police, had set uniform entry salary levels which served them well. Therefore, we set a uniform maximum entry level of GS-06, Step 1, effective in October 1985. All SPOs hired between October 1985 and April 1987 were at the GS-06, Step 1 level.
- While uniform entry-level pay was fair in the sense that it was uniformly applied, the fact of the matter is that our starting salary of GS-06, Step 1, represented a pay cut for most FPOs who, although they were GS-04s and GS-05s, were at step levels which afforded them higher pay. The thought of a pay cut was surely a disincentive to many FPOs. After our initial efforts to recruit SPOs from the local areas had failed to produce a sufficient number of applicants, we began to recruit more widely throughout the Continental U.S.

In November 1986, we reached agreement on completing the FPO/SPS transition with the FPS and obtained its agreement to resume active recruitment of FPOs. We subsequently sent about recruitment letters to FPOs and distributed an equal number

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of recruitment brochures. We are giving all FPO applications priority handling. In addition, in April 1987, we raised the entry-level SPS salary to a negotiable range from \$20,378 to \$26,435, depending on qualifications, to be more competitive with local police organizations. We hope these steps will increase our success in hiring FPOs for the SPS.

The bottom line is that we have not been successful in recruiting a significant number of FPOs for the SPS thus far. Although there are many reasons for this situation, as described earlier, one principal reason is that we were simply not active enough in recruiting FPOs from the start. I assure you that since last November we have worked to correct this deficiency and will redouble our efforts to ensure that the FPOs assigned to CIA receive the hiring preference which Congress expects.

Sincerely,

/s/ Robert M. Cates

Robert M. Gates
Acting Director of Central Intelligence

OCA/Senate	(20 May 87)	STAT
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U.S. HOUSE OF REPRESENTATIVES

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ON INTELLIGENCE
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May 8, 1987

THOMAS IL LATIMER, STAFF DIRECTOR MICHAEL J. O'NEL, CHIEF COUNSEL THOMAS IL SMEETON, ASSOCIATE COUNSEL

> Honorable Robert M. Gates Acting Director of Central Intelligence Washington, D.C. 20505

Dear Mr. Gates:

The Intelligence Authorization Act for Fiscal Year 1985 contained a provision authorizing the appointment of special CIA policemen to protect Agency personnel and property. In its report accompanying the House version of the Fiscal Year 1985 bill, the Committee stated, with respect to the special police authority, that it "expects the CIA to grant preferences in hiring for the planned CIA physical security personnel positions to qualified individuals who currently serve in FPO assignments at the CIA."

Please provide the Committee with a statistical analysis that shows:

- how many FPO policemen were assigned for duty at CIA on May 10, 1984, the date the House report was filed, including how many of such number were minorities;
- how many FPO policemen applied for special CIA police positions including how many of this number were minorities; and
- how many FPO policemen have been hired by the Agency as of the date of this letter, including how many of that number are minorities.

In addition, please provide the Committee with a description of how the Agency went about giving preference to those FPO policemen formerly assigned at CIA who applied for employment as special CIA policemen, as well as any efforts the Agency may have made to inform these FPO policemen of job opportunities and possible hiring preference at CIA.

Please provide this information to the Committee by May 18, 1987.

Sincerely,

LOUIS STOKES

Chairman